

**SOUTH CENTRAL INDIANA RURAL ELECTRIC MEMBERSHIP CORPORATION**

**Appendix A  
Purchased Power Tracker  
Effective July 1, 2007**

**Applicability**

To be added to the monthly rate of each rate schedule in which reference is made to Appendix A.

**Calculation**

The Purchased Power Tracker in dollars per kilowatt-hour shall be determined as follows:

$$F = A/B - 0.06154 + R$$

Where:

- F = Purchased Power Tracker
- A = Total dollars of purchased power costs for the 12 months ending with the current month determined by applying the purchased power supplier's current month rates to the 12 month period
- B = Applicable retail sales for the 12 months ending with the current month
- R = Over/(Under) Recovery (see below)

**Over/(Under) Recovery Calculation**

At the end of each 12 month period a charge/(credit) per kilowatt hour shall be added to the Consumer's monthly rate to account for the difference in the Cooperative's actual purchased power cost for the 12 month period and the amount it billed consumers for purchased power through base rates plus the Purchased Power Tracker. The charge/(credit) shall remain in affect for the following 10 months. The over/(under) recovery amount per kilowatt-hour shall be determined in the following manner:

$$R = (PPB + BAL - PPR) / S$$

Where:

- R = Over/(Under) Recovery Factor per kilowatt-hour
- PPB = Purchased Power Cost billed to the Cooperative from its power supplier for the 12 month period
- BAL =  $(R * S) - (PPB - PPR + BAL)$  from the previous 12 month period
- PPR = Purchased Power Cost recovered from consumers through the application of base rates and the Purchased Power Tracker
- S = Estimated kilowatt-hour sales for 10 month billing period

